

VZCZCXYZ0002
RR RUEHWEB

DE RUEHLU #0204/01 0610630
ZNR UUUUU ZZH
R 020630Z MAR 07
FM AMEMBASSY LUANDA
TO SECSTATE WASHDC 3759

UNCLAS LUANDA 000204

SIPDIS

SENSITIVE
SIPDIS

DEPT FOR PM/DTC

E.O. 12958: N/A
TAGS: [ETTC](#) [KOMC](#) [AO](#)
SUBJECT: ANGOLA BLUE LANTERN UPDATE ON LICENSES 05-928494
AND 05-962056

REF: A. LUANDA 1338

[1](#)B. LUANDA 1673

1.(SBU) Embassy Tel Aviv received the following two letters regarding Israeli participation in sales of regulated equipment to Angolan entities, which were forwarded via e-mail to Embassy Luanda and PM on February 21, 2007. For the official record, Embassy Luanda is transmitting the text of the letters as found below. Both letters were generated by the Israeli Ministry of Defense dated January 8 and January 9, 2007 and refer to the Blue Lantern cases in reftels A and B.

[1](#)2. (SBU) First Letter - Text:

January 8, 2007

Dubi Galezky
Head of Enforcement and Outreach Unit
Department of Defense Export Control
Israel Ministry of Defense
Ha-Kiriya
Tel-Aviv

Dear Mr. Galezky,

Further to the request of the Israel Ministry of Defense (IMOD) for information relating to the end of use of a U.S. ITAR control item sold by Elbit Systems Ltd. (Elbit) for end use in Angola, please be advised as follows.

-- In 2004, Elbit purchased from Uni-Cast Inc. (Uni-Cast), of Londonderry, New Hampshire, 58 computer housing castings for use in connection with artillery systems sold for end use by the Angolan Army.

-- The castings were manufactured by Uni-Cast per an Elbit design, specification and mold.

-- Elbit has provided the IMOD with a copy of the DSP-5 export license granted in June 2004 for export of the castings for end use in Angolan artillery units by the Angolan Army.

-- A review of the current status of the 58 castings purchased indicates:

-- 44 were delivered to Angolan Army through Elbit,s prime contractor,

LR Avionics Technologies Ltd.;

-- 5 were scrapped in the MRP process; and

-- 9 are currently in inventory marked for the

designated end use (2 stored

in the completed products warehouse and 7 stored in

the top assembly
warehouse).

-- Elbit's recent review of the DSP-5 license in response to the IMOD enquiry indicates that LR Avionics was inadvertently omitted from the list of intermediate consignees. However, it should be noted that as part of Elbit's general enhancement of its export control process, and prior to and unrelated to the IMOD's enquiry on Angola, Elbit has implemented a number of steps that mitigate the possibility of such inadvertent omissions being made in the future with respect to intermediate consignees.

-- We understand that the IMOD will advise the U.S. authorities regarding the above-mentioned information as appropriate.

Sincerely,

Michal Stavi
Export control Coordinator

End Text

13. (SBU) Second Letter - Begin Text

January 9, 2007

Mr. Michael C. Keays
First Secretary
Political-Military Affairs
United States Embassy Israel

Enquiry Regarding End Use of U.S. Components in Angola

In response to the letter dated May 16, 2006 sent by the US

Charge d' affairs in Angola to the Israeli Ambassador there regarding the Angolan position on US end use inspections, and request for information regarding certain transactions, we would like to inform you as follows:

With regard to your request for assistance in explaining to the relevant authorities of Angola the procedures with regard to US origin items, IMOD officials (SIBAT) met with senior officials of Angolan Army and brought up the issue, stressing that such end-use confirmation is standard US procedure and that cooperation with USG on this matter is commended. The US Ambassador to Angola was informed of this in the course of a meeting with the Israeli Ambassador and IMOD officials held in Luanda in September 2006.

Pursuant to your request for information regarding License 05-9284945 and License Application 05-962056, our investigation has provided the following findings:

License 05-9284945

Elbit System Ltd. Ordered 58 computer housing castings from Uni-cast Inc., for which export license no. 9284945 was issued in June 2004. the housings were received by Elbit on 26 September 2004 (twenty seven (27) units) and 7 December 2004 (thirty one (31) units). Forty-four (44) units were supplied to the Angolan Army through LR Avionics Technologies Ltd. Five (5) units did not pass quality assurance tests. Nine (9) units are currently in Elbit's inventory (1) two (2) units are in the company's complete product warehouse and seven (7) units are in the top assembly warehouse.

Attached is a copy of an End User certificate issued by the Ministry of Defense of the Republic of Angola.

Following IMOD questions to Elbit on the issue, we were notified by the company that its review had indicated that LR Avionics was inadvertently omitted from the list of intermediate consignees. Elbit had also advised us that as part of the company's general enhancement of its export

control process and prior to and unrelated to the recent case, it had implemented a number of steps that mitigate the possibility of such inadvertent omissions being made in future (see attached letter submitted to IMOD by Elbits Export Control Coordinator)

License Application 05-962056

Elta ordered two 2129 radars from Telephonics which were to be supplied to Elbit for end use by the Army of Angola. Telephonics did not succeed in obtaining an export license for the radar in time for supply and therefore the above-mentioned order was cancelled.

Eli Pincu

Director

End Text.
EFIRD